

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS**

FISCAL YEAR ENDED SEPTEMBER 30, 2006

(In Thousands)

	STATE EMPLOYEES' DEFERRED COMPENSATION FUNDS	LEGISLATIVE RETIREMENT FUND	STATE POLICE RETIREMENT FUND
ADDITIONS			
Contributions:			
From participants	\$ 176,444	\$ 202	\$ 1,507
From employers	-	3,340	51,125
From other plans	5,675	-	-
From other governmental	-	-	-
Investment Income:			
Net appreciation (depreciation) in fair value of investments	155,366	7,279	113,989
Interest, dividends, and other	129,155	5,607	27,977
Securities lending income	-	-	4,389
Less Investment Expense:			
Investment activity expense	-	586	1,565
Securities lending expense	-	-	4,224
Net investment income (loss)	284,521	12,300	140,566
Miscellaneous income	1,127	1,661	4
Total Additions	467,768	17,502	193,202
DEDUCTIONS			
Benefits paid to participants or beneficiaries	221,225	9,122	82,317
Medical, dental, and life insurance for retirants	-	4,446	29,493
Refunds and transfers to other systems	214	5	143
Administrative expense	6,368	331	343
Transfers to other funds	-	-	1
Total Deductions	227,807	13,904	112,296
Net increase (decrease)	239,961	3,598	80,906
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - Beginning of fiscal year	3,528,696	179,922	1,123,341
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits - End of fiscal year	\$ 3,768,657	\$ 183,520	\$ 1,204,248
Reconciliation of Net Increase in Assets:			
Net increase (decrease) in assets held in trust for pension benefits	\$ -	\$ 2,107	\$ 84,119
Net increase (decrease) in assets held in trust for postemployment benefits	-	1,491	(3,213)
Net increase (decrease) in assets held in trust for deferred compensation participants	239,961	-	-
Total net increase (decrease)	\$ 239,961	\$ 3,598	\$ 80,906